# 98TH CONGRESS H.R. 3942

To provide for commercialization of expendable launch vehicles and associated services.

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## IN THE HOUSE OF REPRESENTATIVES

**SEPTEMBER 21, 1983** 

Mr. Akaka (for himself, Mr. Fuqua, Mr. Volkmer, Mr. Lujan, Mr. Nelson of Florida, Mr. Lowery of California, Mr. Brown of California, Mr. Chandler, Mr. Andrews of Texas, Mr. Bateman, Mr. Ralph M. Hall, Mr. Walker, Mr. Dymally, Mr. Mineta, Mr. Mackay, Mr. Torricelli, Mr. McGrath, Mr. Scheuer, Mr. Young of Missouri, and Mr. Gore) introduced the following bill; which was referred to the Committee on Science and Technology

## A BILL

To provide for commercialization of expendable launch vehicles and associated services.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That this Act may be cited as the "Expendable Launch Ve-
- 4 hicle Commercialization Act".
- 5 FINDINGS AND PURPOSE
- 6 SEC. 2. (a) FINDINGS.—The Congress finds and de-
- 7 clares that—

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1	(1) the peaceful uses of outer space continue to be
2	of great value and to offer benefits to all mankind;
3	(2) civilian applications of space technology have
4	achieved a significant level of commercial and econom-
5	ic activity, and offer the potential for growth in the
6	future, particularly in the United States;
7	(3) new and innovative equipment and services
8	are being sought, created, and offered by entrepreneurs
9	in telecommunications, information services, and
10	remote sensing technology;
11	(4) the private sector in the United States has the
12	capability of developing and providing private satellite
13	launching and associated services that would supple-
14	ment the launching and associated services now availa-
15	ble from the United States Government;
16	(5) the development of commercial expendable
17	launch vehicles and associated services would enable
18	the United States to retain its competitive position vis-
19	a-vis the same classes of foreign launch vehicles, there-
90	by contributing to the national interest and economic
21	well-being of the United States;
22	(6) commercial provision of such services is not
23	inconsistent with the national security interests of the
24	United States; and

1	(7) the United States should encourage and, only
2	to the extent necessary, regulate private sector launch-
3	ing and associated services to provide for the national
4	security and public safety and to carry out the obliga-
5	tions of the United States under international treaties
6	affecting the use of space.
7	(b) PURPOSE.—It is the purpose of this Act to—
8	(1) encourage the United States private sector to
9	provide expendable launch vehicles and associated
10	launch services;
11	(2) designate an agency within the executive
12	branch that will be responsible for issuing commercial
13	launch licenses and for ensuring the public safety and
14	that national security interests and international obliga-
15	tions are met.
16	(3) stimulate private sector applications of Gov-
17	ernment-developed space technology; and
18	(4) promote further economic growth and entre-
19	preneurial activity in utilizing the space environment
20	for peaceful purposes.
21	DEFINITIONS
22	SEC. 3. As used in this Act, the term-
23	(1) "launch" means to place, or attempt to place,
94	a space object in a suborbital trajectory, in Earth-orbit

1	in outer space, or in nonearth orbit in outer space, by
2	means of a launch vehicle;
3	(2) "launch site" is the location from which the
4	launch takes place;
5	(3) "launch vehicle" means any system or systems
6	constructed for the purpose of launching a space object,
7	but does not include the payload;
8	(4) "license" means a license issued by the United
9	States Government to authorize the launch of a non-
10	Government space object;
11	(5) "payload" means an object which an applicant
12	undertakes to launch, including subcomponents of the
13	launch vehicle specifically designed or adapted for that
14	particular payload, but excluding all other parts or
15	components of the launch vehicle;
16	(6) "person" means an individual or entity, other
17	than an agency or department of the United States
18	Government and other than contractors and subcon-
19	tractors acting on behalf of any such agency or depart-
20	ment;
21	(7) "Secretary" means the Secretary of Com-
22	merce; and
23	(8) "space object" means any object constructed
24	for launching or operating in space, and includes com-
25	ponent parts of such object as well as its launch vehi-

- 1 cle and parts thereof and the payload, if any, and parts
- 2 thereof.
- 3 CENTRALIZED RESPONSIBILITY AND AUTHORITY
- 4 SEC. 4. (a) The Secretary shall be responsible for carry-
- 5 ing out the provisions of this Act, unless otherwise specified.
- 6 (b) The Secretary shall designate within the Department
- 7 of Commerce a primary point of contact for receiving, proc-
- 8 essing, and validating applications for a license under this
- 9 Act. Such primary point of contact shall coordinate and facili-
- 10 tate all Federal actions pertinent to private sector space
- 11 launches.
- 12 (c) In support of non-Government space launches, the
- 13 Secretary shall, as appropriate, coordinate the availability of
- 14 Government launch property and services on an "added-
- 15 cost" or lease basis and facilitate the use of Government tool-
- 16 ing and designs without seeking to recoup sunk development
- 17 costs.
- 18 LICENSING FOR LAUNCHING OF SPACE OBJECTS
- 19 SEC. 5. (a) IN GENERAL.—(1) Except as provided in
- 20 section 9(b), no person may launch a space object from the
- 21 territory of the United States, and no person who is a nation-
- 22 al of the United States may launch a space object from inter-
- 23 national waters or air space, except in accordance with a
- 24 license issued under this section. Any person violating this
- 25 subsection shall, upon conviction, be subject to a fine of up to

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1	\$1,000,000 per violation and up to five years in prison or
2	both.
3	(2) Except for licenses issued under this Act or under
4	the Federal Communications Act of 1934, no license, ap-
5	proval, waiver, or exemption need be obtained from any Fed-
6	eral agency before launching a space object.
7	(b) AUTHORITY.—The Secretary shall, upon application
8	and in accordance with the provisions of this Act, issue li-
9	censes for a launch or launches of space objects.
0	(c) CONDITIONS.—The Secretary shall issue a license
1	under subsection (b) only if the Secretary-
12	(1) receives assurances from the applicant suffi-
13	cient to convince the Secretary that the applicant will
14	meet the liability insurance requirements of section 6 of
15	this Act;
16	(2) determines that the proposed launch vehicles,
17	space objects, and launch and tracking facilities satisfy
18	public safety and national security requirements;
19	(3) determines, in consultation with appropriate
20	Federal agencies, that the applicant would qualify for
21	any license, approval, waiver, or exemption with re-
22	spect to space object launches required to be obtained
23	under Federal law in effect before the date of enact-
24	ment of this Act, if such license, approval, waiver, or
25	exemption were still required; and

1	(4) determines that there is reasonable assurance
2	that the obligations of the United States under interna-
3	tional treaties and agreements affecting outer space
4	will continue to be met.
5	(d) PROCEDURE.—(1) Any person may file with the
6	Secretary an application for a license to launch a space
7	object. Such application shall be filed not later than one hun-
8	dred and eighty days before the first proposed launch. The
9	application shall contain the following information:
10	(A) The name and address of the owner or owners
11	of the proposed space objects.
12	(B) The proposed launch site or sites.
13	(C) The proposed trajectories of the launches and
14	proposed orbital parameters.
15	(D) A description of the space objects.
16	(E) The proposed and reasonable alternative
17	launch dates and times.
18	(F) Potential safety and environmental hazards as-
19	sociated with any proposed launch.
20	(G) Procedures intended to be employed for pro-
21	tecting the public safety with respect to the proposed
22	launches.
23	(H) Such minimum additional information deter
24	mined to be required by the Secretary.

- 1 (2)(A) The applicant must notify the Secretary of any
- 2 substantial changes of material fact with respect to an appli-
- 3 cation when such changes are known and occur prior to the
- 4 launch.
- 5 (B) Any information submitted by an applicant under
- 6 this subsection which is labeled as proprietary by the appli-
- 7 cant shall not be disclosed to the public.
- 8 (3) Within ninety days after the filing referred to in
- 9 paragraph (1), the Secretary shall act either to issue, deny
- 10 permanently, or deny temporarily a license to carry out the
- 11 activities requested by the applicant. The Secretary shall fur-
- 12 nish a written report setting forth the basis of such action,
- 13 including, in the event of a license denial, a discussion of
- 14 alternative arrangements which would mitigate the reasons
- 15 for denial.
- 16 (4) Any applicant whose application is denied, or is ap-
- 17 proved with conditions unacceptable to such applicant, under
- 18 paragraph (3) may file a petition with the Secretary within
- 19 ten days after such action for reconsideration of such action.
- 20 Within thirty days after the filing of any such petition for
- 21 reconsideration, the Secretary shall hold a public hearing on
- 22 the record to consider the issues raised in the petition. Peti-
- 23 tioners shall have a reasonable opportunity at such hearing to
- 24 present their views, to present evidence, including docu-
- 25 ments, depositions and oral testimony, and to examine wit-

- 1 nesses. Within thirty days after such hearing, the Secretary
- 2 shall enter a final order granting or denying the license.
- 3 (5) Subsequent to a final order under paragraph (4), the
- 4 petitioner may seek judicial review in the United States dis-
- 5 trict court whose jurisdiction includes the location of the pro-
- 6 posed launch site, or in the district in which the petitioner
- 7 resides or may be found or is incorporated.

#### 8 LIABILITY INSURANCE

- 9 SEC. 6. (a) Before launching any space object, the appli-
- 10 cant must obtain liability insurance from a financially respon-
- 11 sible source which is sufficient to cover all reasonable risks
- 12 associated with such launch and subsequent space operations.
- 13 (b) In accordance with the provisions of section 9 of this
- 14 Act, the Secretary shall issue regulations setting forth the
- 15 levels of insurance coverage sufficient to satisfy the require-
- 16 ments of subsection (a).

### 17 SUSPENSION OR REVOCATION OF A LICENSE

- 18 SEC. 7. Whenever a licensee fails to comply with any
- 19 applicable provision of this Act, or any applicable rule, regu-
- 20 lation, restriction, or condition issued or imposed by the Sec-
- 21 retary under this Act, the Secretary may suspend or, if the
- 22 failure to comply is knowing and continues for a period of
- 23 thirty days after the Secretary, by registered letter, mails
- 24 notification of such failure to the licensec at its recorded post
- 25 office address, revoke a license issued under this Act.

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	EXCLUSIONS
2	SEC. 8. The provisions of this Act shall not apply to any
3	launch of a space object authorized by or on behalf of the
4	United States Government.
5	REGULATIONS
6	SEC. 9. (a) The Secretary shall, as soon as practicable
7	but not later than one hundred and eighty days after the date
8	of the enactment of this Act, issue regulations implementing
9	the provisions of this Act. Such regulations shall be only
10	those reasonably necessary to implement this Act.
11	(b) Pending the issuance of regulations under subsection
12	(a), the Secretary shall make provisions to permit launches by
13	the properties interim permits to those
	entities that the Secretary determines will conform to the
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